

House File 569 - Introduced

HOUSE FILE 569
BY COMMITTEE ON STATE
GOVERNMENT

(SUCCESSOR TO HSB 115)

A BILL FOR

1 An Act concerning authorized investment vehicles in a
2 tax-sheltered investment program established by the
3 department of administrative services.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 8A.438, subsection 1, Code 2017, is
2 amended to read as follows:

3 1. The director may establish a tax-sheltered investment
4 program for eligible employees. The director may arrange for
5 the provision of investment vehicles authorized under section
6 403(b) of the Internal Revenue Code, as defined in section
7 422.3. If the director establishes a tax-sheltered investment
8 program pursuant to this section, the program shall include
9 investment vehicles authorized under section 403(b) of the
10 Internal Revenue Code provided by any insurance company or
11 investment company that is recommended for inclusion in the
12 program by a person licensed as an insurance producer under
13 chapter 522B, or registered as a securities agent or investment
14 advisor representative under chapter 502, by the insurance
15 division of the department of commerce. To be eligible for
16 inclusion in the program, an insurance company shall have
17 filed with, and had the company's contract and forms approved
18 by, the insurance division of the department of commerce, and
19 an investment company shall be registered with the federal
20 securities and exchange commission. The department may
21 offer the tax-sheltered investment program to eligible public
22 employers in the state of Iowa.

23 EXPLANATION

24 The inclusion of this explanation does not constitute agreement with
25 the explanation's substance by the members of the general assembly.

26 This bill provides that if the director of the department of
27 administrative services establishes a tax-sheltered investment
28 program under section 403(b) of the Internal Revenue Code, the
29 program shall include investment vehicles from any insurance
30 company or investment company recommended for inclusion in
31 the program by a licensed insurance producer or registered
32 securities agent or investment advisor representative. The
33 bill provides that to be eligible for inclusion in the
34 program, the insurance company shall have filed with, and had
35 the company's contract and forms approved by, the insurance

H.F. 569

1 division of the department of commerce, and an investment
2 company shall be registered with the federal securities and
3 exchange commission.